

AMENDMENT OF SOLICITATION/MODIFICATION OF CONTRACT			1. Contract ID Code Cost-Plus-Fixed-Fee	Page 1 Of 12
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2. Amendment/Modification No. P00004	3. Effective Date 2007JUN27	4. Requisition/Purchase Req No. SEE SCHEDULE	5. Project No. (If applicable)
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6. Issued By U.S. ARMY TACOM LCMC AMSTA-AQ-AHLA THOMAS MICHELIN (586)753-2322 WARREN, MICHIGAN 48397-5000 HTTP://CONTRACTING.TACOM.ARMY.MIL WEAPON SYSTEM: WPN SYS: MM EMAIL: THOMAS.MICHELIN@US.ARMY.MIL	Code W56HZV	7. Administered By (If other than Item 6) DCMA MARYLAND 217 EAST RED WOOD ST SUITE 1800 BALTIMORE, MD 21202-5299	Code S2101A
		SCD B	PAS NONE
		ADP PT	HQ0338

8. Name And Address Of Contractor (No., Street, City, County, State and Zip Code) Z SYSTEMS CORPORATION INFORMATION TECHNOLOGY 9500 ARENA DRIVE SUITE 220 UPPER MARLBORO, MD 20774-3707 TYPE BUSINESS: Small Disadvantaged Business Performing in U.S.	<input type="checkbox"/> <input type="checkbox"/> <input checked="" type="checkbox"/> <input type="checkbox"/>	9A. Amendment Of Solicitation No. 9B. Dated (See Item 11) 10A. Modification Of Contract/Order No. W56HZV-06-C-0677 10B. Dated (See Item 13) 2006AUG31
Code 1BHV9	Facility Code	

11. THIS ITEM ONLY APPLIES TO AMENDMENTS OF SOLICITATIONS

☐ The above numbered solicitation is amended as set forth in item 14. The hour and date specified for receipt of Offers
☐ is extended, ☐ is not extended.
Offers must acknowledge receipt of this amendment prior to the hour and date specified in the solicitation or as amended by one of the following methods:
(a) By completing items 8 and 15, and returning _____ copies of the amendments: (b) By acknowledging receipt of this amendment on each copy of the offer submitted; or (c) By separate letter or telegram which includes a reference to the solicitation and amendment numbers. **FAILURE OF YOUR ACKNOWLEDGMENT TO BE RECEIVED AT THE PLACE DESIGNATED FOR THE RECEIPT OF OFFERS PRIOR TO THE HOUR AND DATE SPECIFIED MAY RESULT IN REJECTION OF YOUR OFFER.** If by virtue of this amendment you desire to change an offer already submitted, such change may be made by telegram or letter, provided each telegram or letter makes reference to the solicitation and this amendment, and is received prior to the opening hour and date specified.

12. Accounting And Appropriation Data (If required)
ACRN: AK NET INCREASE: \$4,000,000.00

13. THIS ITEM ONLY APPLIES TO MODIFICATIONS OF CONTRACTS/ORDERS

KIND MOD CODE: 6

It Modifies The Contract/Order No. As Described In Item 14.

<input type="checkbox"/>	A. This Change Order is Issued Pursuant To: The Contract/Order No. In Item 10A.	The Changes Set Forth In Item 14 Are Made In
<input type="checkbox"/>	B. The Above Numbered Contract/Order Is Modified To Reflect The Administrative Changes (such as changes in paying office, appropriation data, etc.) Set Forth In Item 14, Pursuant To The Authority of FAR 43.103(b).	
<input type="checkbox"/>	C. This Supplemental Agreement Is Entered Into Pursuant To Authority Of:	
<input checked="" type="checkbox"/>	D. Other (Specify type of modification and authority) Exercise Option	

E. IMPORTANT: Contractor ☒ is not, ☐ is required to sign this document and return _____ copies to the Issuing Office.

14. Description Of Amendment/Modification (Organized by UCF section headings, including solicitation/contract subject matter where feasible.)

SEE SECOND PAGE FOR DESCRIPTION

Except as provided herein, all terms and conditions of the document referenced in item 9A or 10A, as heretofore changed, remains unchanged and in full force and effect.

15A. Name And Title Of Signer (Type or print)		16A. Name And Title Of Contracting Officer (Type or print) DENISE MIKA DENISE.MIKA@US.ARMY.MIL (586)574-7076	
15B. Contractor/Offeror _____ (Signature of person authorized to sign)	15C. Date Signed	16B. United States Of America By _____ /SIGNED/ (Signature of Contracting Officer)	16C. Date Signed 2007JUN27

NSN 7540-01-152-8070

PREVIOUS EDITIONS UNUSABLE

30-105-02

STANDARD FORM 30 (REV. 10-83)

Prescribed by GSA FAR (48 CFR) 53.243

CONTINUATION SHEET	Reference No. of Document Being Continued PIIN/SIIN W56HZV-06-C-0677 MOD/AMD P00004	Page 2 of 12
Name of Offeror or Contractor: Z SYSTEMS CORPORATION		

SECTION A - SUPPLEMENTAL INFORMATION

MODIFICATION P00004 TO CONTRACT W56HZV-06-C-0677

PROGRAM: TOTAL PACKAGE FIELDING (TPF) FOR PM-HBCT (BFVS, M113 AND PM ASSURED MOBILITY SYSTEMS (PM BRIDGING))

PREVIOUS FUNDED CONTRACT AMOUNT: \$ 3,087,842.00

NET AMOUNT THIS ACTION: \$ 4,000,000.00

CURRENT CONTRACT DOLLAR AMOUNT: \$ 7,087,842.00

1. The purpose of Modification P00004 to Contract W56HZV-06-C-0677 is to exercise an option for 35,197 M113 Vehicle System TPF Level of Effort (LOE) hours for work listed on Work Directive M113FOV 07-01, Revision 3. In addition, this contractual action revises Section B, Special Clauses B.4,1 and B.10.1, and Section H, Special Clauses H.3 and H.9 to account for the transfer of 30,000 option hours from Option, Operator New Equipment Training (OPNET) to Option, M113 Vehicle System. This action increases the total option TPF hours for the M113 Vehicle System by 30,000 hours from 32,000 to 62,000 hours, and decreases the total option TPF hours for Operator New Equipment Training (OPNET) by 30,000 hours from 300,000 to 270,000 hours.

2. This option exercise is acquiring 35,197 TPF LOE hours on the following CLIN(s):

CLIN: 0003AA (SubCLIN 0003AD)
Work Directive: M113FOV 07-01, Revision 3

	Prior	This Change	Total
Hours	16,594	35,197	51,791
Estimated Cost	\$ 785,651.00	\$ 1,666,578.00	\$ 2,452,229.00
Fixed Fee	\$ 39,328.00	\$ 83,417.00	\$ 122,745.00
ODCs/Travel	\$ 124,984.00	\$ 2,250,005.00	\$ 2,374,989.00
Total CPFF	\$ 949,963.00	\$ 4,000,000.00	\$ 4,949,963.00

- a. M113 TPF hours optioned to date total 51,791 hours, leaving 10,209 M113 TPF hours available for future option exercise.
- b. Contract TPF hours optioned to date total 61,793 hours, leaving 538,207 contract TPF hours available for future option exercise. Base year TPF hours awarded 31 August 2006 total 29,736 hours.
- c. The option is exercised prior to 31 August 2011.

3. The M113 Vehicle System TPF LOE option hours exercised under Modification P00004 are at \$47.35 for Estimated Cost and \$2.37 for Fixed Fee, for a total CPFF of \$49.72.

4. This modification impacts the contract amount. This contractual action increases the total contract amount by \$4,000,000.00 from the prior amount of \$3,087,842.00 to a new total of \$7,087,842.00 and increases the total base and option year TPF hours awarded to date by 35,197 hours from 56,332 hours to 91,529 hours:

	Prior	This Change	Total
Base and Option LOE Hours:	56,332	35,197	91,529
Estimated Cost	\$ 2,521,215.00	\$ 1,666,578.00	\$ 4,187,793.00
Fixed Fee	\$ 126,058.00	\$ 83,417.00	\$ 209,475.00
ODCs/Travel	\$ 440,569.00	\$ 2,250,005.00	\$ 2,690,574.00
Cost Plus Fixed Fee	\$ 3,087,842.00	\$ 4,000,000.00	\$ 7,087,842.00

*** END OF NARRATIVE A0004 ***

Name of Offeror or Contractor: Z SYSTEMS CORPORATION

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
	SECTION B - SUPPLIES OR SERVICES AND PRICES/COSTS				
0003	SECURITY CLASS: Unclassified				
0003AA	SERVICES LINE ITEM				\$ 399,963.00
	NOUN: M113, TPF SUPPORT PRON: 7268C03672 PRON AMD: 02 ACRN: AD AMS CD: 31200496006				
	WORK DIRECTIVE: M113FOV 07-01 PROGRAM: TOTAL PACKAGE FIELDING FOR M113 FOV START OF WORK: DATE OF SIGNED MODIFICATION P00001 COMPLETION DATE: 04 MAY 2008 LEVEL OF EFFORT: 51,791 HOURS			Estimated Cost: Fixed Fee: ODCs/Travel: CPFF:	\$2,452,229.00 \$ 122,745.00 \$2,374,989.00 \$4,949,963.00
	(End of narrative B001)				
	Inspection and Acceptance INSPECTION: Destination ACCEPTANCE: Destination				
	Deliveries or Performance DLVR SCH PERF COMPL REL CD QUANTITY DATE 001 0 04-MAY-2008				\$ 399,963.00

Name of Offeror or Contractor: Z SYSTEMS CORPORATION

ITEM NO	SUPPLIES/SERVICES	QUANTITY	UNIT	UNIT PRICE	AMOUNT
0003AD	<div>SERVICES LINE ITEM</div> <div>NOUN: M113 TPF SUPPORT PRON: 7278C03472PRON AMD: 01ACRN: AK AMS CD: 31200496006</div> <div>FUNDING SUBCLIN IN SUPPORT OF CLIN 0003AA</div> <div>(End of narrative B001)</div> <div>Inspection and Acceptance INSPECTION: DestinationACCEPTANCE: Destination</div> <div>Deliveries or Performance DLVR SCHPERF COMPL REL CDQUANTITYDATE 001004-MAY-2008</div> <div>\$4,000,000.00</div>				\$4,000,000.00

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	PIIN/SIIN W56HZV-06-C-0677MOD/AMD P00004	
Name of Offeror or Contractor: Z SYSTEMS CORPORATION		

B.1 Program Base Hours and CLIN Structure:

Program	CLIN	Base Hours
Bradley	0001AA	24,910
M707 KNIGHT	0002AA	3,449
M113	0003AA	00
PM Bridging	0004AA	0
M88A2 HERCULES	0005AA	1,377
M-1 Abrams	0006AA	0
PM Heavy Brigade		
Combat Team	0007AA	0
FAASV/Paladin	0008AA	0
OPNET Instructor	0010AA	0
Total:		29,736

B.2 Option, Bradley Fighting Vehicle System (BFVS)

B.2.1 In accordance with Clause H.1, the Government shall have the option to increase the Bradley Fighting Vehicle System (BFVS) Level of Effort Hours by a maximum of 170,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 170,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0001 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.1.

Available Hours: 170,000

Time Period (Months after original Award)		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	<u>\$43.62</u>	<u>\$2.18</u>	<u>\$45.80</u>
Year 2	13 to 24 months after contract award	<u>\$41.23</u>	<u>\$2.06</u>	<u>\$43.29</u>
Year 3	25 to 36 months after contract award	<u>\$42.47</u>	<u>\$2.12</u>	<u>\$44.59</u>
Year 4	37 to 48 months after contract award	<u>\$43.75</u>	<u>\$2.19</u>	<u>\$45.94</u>
Year 5	49 to 60 months after contract award	<u>\$45.07</u>	<u>\$2.25</u>	<u>\$47.32</u>

B.3 Option, M707 KNIGHT Vehicle System

B.3.1 In accordance with Clause H.2, the Government shall have the option to increase the M707 KNIGHT Vehicle System Level of Effort Hours by a maximum of 16,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 16,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0002 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.2.

Available Hours: 16,000

Time Period (Months after original Award)		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	<u>\$43.26</u>	<u>\$2.16</u>	<u>\$45.43</u>
Year 2	13 to 24 months after contract award	<u>\$42.50</u>	<u>\$2.12</u>	<u>\$44.62</u>
Year 3	25 to 36 months after contract award	<u>\$43.77</u>	<u>\$2.19</u>	<u>\$45.96</u>
Year 4	37 to 48 months after contract award	<u>\$45.09</u>	<u>\$2.25</u>	<u>\$47.35</u>
Year 5	49 to 60 months after contract award	<u>\$46.45</u>	<u>\$2.32</u>	<u>\$48.77</u>

B.4 Option, M113 Vehicle System (Changed by Modification P00004)

B.4.1 In accordance with Clause H.3, the Government shall have the option to increase the M113 Vehicle System Level of Effort Hours by a maximum of 62,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 62,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0003 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.3.

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Available Hours: 62,000

Time Period (Months after original Award)	Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year 1 to 12 months after contract award	<u>\$47.35</u>	<u>\$2.37</u>	<u>\$49.72</u>
Year 2 13 to 24 months after contract award	<u>\$44.42</u>	<u>\$2.21</u>	<u>\$46.43</u>
Year 3 25 to 36 months after contract award	<u>\$45.55</u>	<u>\$2.28</u>	<u>\$47.82</u>
Year 4 37 to 48 months after contract award	<u>\$46.93</u>	<u>\$2.35</u>	<u>\$49.28</u>
Year 5 49 to 60 months after contract award	<u>\$48.34</u>	<u>\$2.42</u>	<u>\$50.76</u>

B.5 Option, PM Assured Mobility Systems (PM Bridging) (Changed by Modification P00003)

B.5.1 In accordance with Clause H.4, the Government shall have the option to increase the PM Assured Mobility Systems (PM Bridging) Level of Effort Hours by a maximum of 14,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 14,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0004 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.4.

Available Hours: 14,000

Time Period (Months after original Award)	Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year 1 to 12 months after contract award	<u>\$47.12</u>	<u>\$2.36</u>	<u>\$49.48</u>
Year 2 13 to 24 months after contract award	<u>\$40.77</u>	<u>\$2.04</u>	<u>\$42.81</u>
Year 3 25 to 36 months after contract award	<u>\$41.99</u>	<u>\$2.10</u>	<u>\$44.09</u>
Year 4 37 to 48 months after contract award	<u>\$43.27</u>	<u>\$2.16</u>	<u>\$45.43</u>
Year 5 49 to 60 months after contract award	<u>\$44.57</u>	<u>\$2.23</u>	<u>\$46.80</u>

B.6 Option, M88A2 HERCULES Vehicle System

B.6.1 In accordance with Clause H.5, the Government shall have the option to increase the M88A2 HERCULES Vehicle System Level of Effort Hours by a maximum of 16,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 16,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0005 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.5.

Available Hours: 16,000

Time Period (Months after original Award)	Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year 1 to 12 months after contract award	<u>\$38.85</u>	<u>\$1.94</u>	<u>\$40.79</u>
Year 2 13 to 24 months after contract award	<u>\$40.77</u>	<u>\$2.04</u>	<u>\$42.81</u>
Year 3 25 to 36 months after contract award	<u>\$41.99</u>	<u>\$2.10</u>	<u>\$44.09</u>
Year 4 37 to 48 months after contract award	<u>\$43.27</u>	<u>\$2.16</u>	<u>\$45.43</u>
Year 5 49 to 60 months after contract award	<u>\$44.57</u>	<u>\$2.23</u>	<u>\$46.80</u>

B.7 Option, M-1 Abrams Vehicle System

B.7.1 In accordance with Clause H.6, the Government shall have the option to increase the M-1 Abrams Vehicle System Level of Effort Hours by a maximum of 50,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 50,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0006 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.6.

Available Hours: 50,000

Time Period (Months after original Award)	Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
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Name of Offeror or Contractor: Z SYSTEMS CORPORATION		

Base Year	1 to 12 months after contract award	<u>\$46.44</u>	<u>\$2.32</u>	<u>\$48.76</u>
Year 2	13 to 24 months after contract award	<u>\$46.44</u>	<u>\$2.32</u>	<u>\$48.76</u>
Year 3	25 to 36 months after contract award	<u>\$47.84</u>	<u>\$2.39</u>	<u>\$50.23</u>
Year 4	37 to 48 months after contract award	<u>\$49.31</u>	<u>\$2.47</u>	<u>\$51.77</u>
Year 5	49 to 60 months after contract award	<u>\$50.79</u>	<u>\$2.54</u>	<u>\$53.33</u>

B.8 Option, PM - Heavy Brigade Combat Team

B.8.1 In accordance with Clause H.7, the Government shall have the option to increase the PM - Heavy Brigade Combat Team Level of Effort Hours by a maximum of 1,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 1,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0007 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.7.

Available Hours: 1,000

Time Period (Months after original Award)		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	<u>\$43.26</u>	<u>\$2.16</u>	<u>\$45.43</u>
Year 2	13 to 24 months after contract award	<u>\$42.50</u>	<u>\$2.12</u>	<u>\$44.62</u>
Year 3	25 to 36 months after contract award	<u>\$43.77</u>	<u>\$2.19</u>	<u>\$45.96</u>
Year 4	37 to 48 months after contract award	<u>\$45.09</u>	<u>\$2.25</u>	<u>\$47.35</u>
Year 5	49 to 60 months after contract award	<u>\$46.45</u>	<u>\$2.32</u>	<u>\$48.77</u>

B.9 Option, FAASV/Paladin Vehicle System

B.9.1 In accordance with Clause H.8, the Government shall have the option to increase the FAASV/Paladin Vehicle System Level of Effort Hours by a maximum of 1,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 1,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0008 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.8.

Available Hours: 1,000

Time Period (Months after original Award)		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	<u>\$43.26</u>	<u>\$2.16</u>	<u>\$45.43</u>
Year 2	13 to 24 months after contract award	<u>\$42.50</u>	<u>\$2.12</u>	<u>\$44.62</u>
Year 3	25 to 36 months after contract award	<u>\$43.77</u>	<u>\$2.19</u>	<u>\$45.96</u>
Year 4	37 to 48 months after contract award	<u>\$45.09</u>	<u>\$2.25</u>	<u>\$47.35</u>
Year 5	49 to 60 months after contract award	<u>\$46.45</u>	<u>\$2.32</u>	<u>\$48.77</u>

B.10 Option, Operator New Equipment Training (OPNET) (Changed by Modification P00004)

B.10.1 In accordance with Clause H.9, the Government shall have the option to increase the Operator New Equipment Training Level of Effort Hours by a maximum of 270,000 hours. The Government may exercise this option in more than one increment. The total option hours added to the Contract by exercise of this option shall not exceed 270,000 hours. If exercised, the hours increased and unilaterally awarded on CLIN 0010 shall be on a Cost-Plus-Fixed-Fee basis in accordance with the time period outlined below for any option hours exercised, and at the corresponding hourly rates specified below and further described in Clause H.9.

Available Hours: 270,000

Time Period (Months after original Award)		Estimated Cost Per Hour	Fixed Fee Per Hour	Total Cost Fixed Fee Per Hour
Base Year	1 to 12 months after contract award	<u>\$ N.A</u>	<u>\$ N.A</u>	<u>\$ N.A</u>
Year 2	13 to 24 months after contract award	<u>\$39.38</u>	<u>\$1.97</u>	<u>\$41.35</u>
Year 3	25 to 36 months after contract award	<u>\$40.56</u>	<u>\$2.03</u>	<u>\$42.59</u>
Year 4	37 to 48 months after contract award	<u>\$41.80</u>	<u>\$2.09</u>	<u>\$43.89</u>
Year 5	49 to 60 months after contract award	<u>\$43.05</u>	<u>\$2.15</u>	<u>\$45.20</u>

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Modification P00002 adds base year rates for M-1 Abrams, and base year through year 5 rates for PM Heavy Brigade Combat Team and FAASV/Paladin.

Modification P00003 changes all previous references to PM Bridging in Special Clause B.5 to PM Assured Mobility Systems (PM Bridging). Modification P00004 increases the M113 Vehicle System TPF LOE option hours by 30,000 hours to 62,000 hours, and decreases the Operator New Equipment Training (OPNET) TPF LOE option hours by 30,000 hours to 270,000 hours.

*** END OF NARRATIVE B0001 ***

SECTION G - CONTRACT ADMINISTRATION DATA

LINE	PRON/ AMS CD/ ITEM MIPR	ACRN	OBLG STAT/ JOB ORD NO			INCREASE/DECREASE AMOUNT		CUMULATIVE AMOUNT
0003AD	7278C03472	AK	1	\$	0.00	\$	4,000,000.00	\$ 4,000,000.00
	31200496006		7ZGBMS					
	A17P300672MS							
NET CHANGE					\$	4,000,000.00		

SERVICE NAME	NET CHANGE BY ACRN	ACCOUNTING CLASSIFICATION	ACCOUNTING STATION	INCREASE/DECREASE AMOUNT
Army	AK	21 72033000075R5R03P31200431E9 S20113	W56HZV	\$ 4,000,000.00
NET CHANGE				\$ 4,000,000.00

		PRIOR AMOUNT OF AWARD		INCREASE/DECREASE AMOUNT		CUMULATIVE OBLIG AMT
NET CHANGE FOR AWARD:	\$	3,087,842.00	\$	4,000,000.00	\$	7,087,842.00

ACRN	EDI ACCOUNTING CLASSIFICATION	
AK	21 070920330000 S20113 75R5R033120049600631E9	7ZGBMSS20113 W56HZV

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SECTION H - SPECIAL CONTRACT REQUIREMENTS

H.1 Option, Bradley Fighting Vehicle System (BFVS)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the Bradley Fighting Vehicle System under CLIN 0001 of this contract by up to 170,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.2.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the Bradley Fighting Vehicle System does not exceed 170,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total BFVS option hours remaining: 163,312 hours. Total BFVS option hours exercised: 6,688 hours (Modification P00003).

H.2 Option, M707 KNIGHT Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M707 KNIGHT Vehicle System under CLIN 0002 of this contract by up to 16,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.3.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M707 KNIGHT Vehicle System does not exceed 16,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total KNIGHT option hours remaining: 16,000 hours. Total KNIGHT option hours exercised: 0 hours.

H.3 Option, M113 Vehicle System (Changed by Modification P00004)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M113 Vehicle System under CLIN 0003 of this contract by up to 62,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.4.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M113 Vehicle System does not exceed 62,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total M113 option hours remaining: 10,209 hours. Total M113 option hours exercised: 51,791 hours (Modification P00004).

H.4 Option, PM Assured Mobility Systems (PM Bridging) (Changed by Modification P00003)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting PM Assured Mobility Systems (PM Bridging) under CLIN 0004 of this contract by up to 14,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.5.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of PM Assured Mobility Systems (PM Bridging) does not exceed 14,000 hours. There is no minimum amount of man-hours

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the Government may exercise its option for.

Total PM Assured Mobility Systems (PM Bridging) option hours remaining: 13,083 hours. Total PM Assured Mobility Systems (PM Bridging) option hours exercised: 917 hours (Modification P00003).

H.5 Option, M88A2 HERCULES Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M88A2 HERCULES Vehicle System under CLIN 0005 of this contract by up to 16,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.6.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M88A2 HERCULES Vehicle System does not exceed 16,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total HERCULES option hours remaining: 16,000 hours. Total HERCULES option hours exercised: 0 hours.

H.6 Option, M-1 Abrams Vehicle System

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the M-1 Abrams Vehicle System under CLIN 0006 of this contract by up to 50,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.7.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the M-1 Abrams Vehicle System does not exceed 50,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total Abrams option hours remaining: 47,603 hours. Total Abrams option hours exercised: 2,397 hours.

H.7 Option, PM - Heavy Brigade Combat Team

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the PM - Heavy Brigade Combat Team under CLIN 0007 of this contract by up to 1,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.8.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the PM - Heavy Brigade Combat Team does not exceed 1,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total PM-HBCT option hours remaining: 1,000 hours. Total PM-HBCT option hours exercised: 0 hours.

H.8 Option, FAASV/Paladin Vehicle Systems

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting the FAASV/Paladin Vehicle Systems under CLIN 0008 of this contract by up to 1,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.9.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work

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Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of the FAASV/Paladin Vehicle Systems does not exceed 1,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total FAASV option hours remaining: 1,000 hours. Total PM-HBCT option hours exercised: 0 hours.

H.9 Option, TPF for Operator New Equipment Training (OPNET) (Changed by Modification P00004)

Pursuant to FAR 52.217-7, the Government shall have the unilateral option to increase the level of Total Package Fielding man-hours supporting Operator New Equipment Training under CLIN 0010 of this contract by up to 270,000 hours. Any exercise of the option shall be at the appropriate estimated cost and fixed fee hourly rates established in paragraph B.10.1 of this contract, as determined by the date of option exercise. The Contracting Officer may exercise the option by giving written notice to the Contractor at any time after contract award through the option expiration date of sixty months after contract award. The Contractor shall commence performance of work upon issuance and receipt of Work Directives corresponding to any increase in option hours, and complete all outlined Work Directive tasks within the specified period of performance.

The Government may exercise the option in one or more increments, provided that the total man-hours optioned over the life of the contract in support of Operator New Equipment Training does not exceed 270,000 hours. There is no minimum amount of man-hours the Government may exercise its option for.

Total OPNET option hours remaining: 270,000 hours. Total OPNET option hours exercised: 0 hours.

H.10 GOVERNMENT LIABILITY

The Government shall be held harmless from any and all third party claims arising out of the Contractor's use of the Government Equipment or Contractor performance on a Government installation. The Government shall not be held responsible for any third party damage or injury to persons or equipment resulting from contractor performance on a Government installation.

Modification P00003 changes all previous references to PM Bridging in Special Clause H.4 to PM Assured Mobility Systems (PM Bridging). Modification P00004 increases the M113 Vehicle System TPF LOE option hours by 30,000 hours to 62,000 hours, and decreases the Operator New Equipment Training (OPNET) TPF LOE option hours by 30,000 hours to 270,000 hours.

*** END OF NARRATIVE H0001 ***